



02018359

SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549ANNUAL AUDITED REPORT  
FORM X-17A-5  
PART III

## OMB APPROVAL

OMB Number: 3235-0123  
Expires: January 31, 1993  
Estimated average burden  
hours per response ... 12.00

## SEC FILE NUMBER

852008

## FACING PAGE

Information Required of Brokers and Dealers Pursuant to Section 17 of the  
Securities Exchange Act of 1934 and Rule 17a-5 ThereunderREPORT FOR THE PERIOD BEGINNING 01/01/01 AND ENDING 12/31/01  
MM/DD/YY MM/DD/YY

## A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER:

247MARKET.COM, INC.

OFFICIAL USE ONLY

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

4 West Las Olas Boulevard

(No. and Street)

Fort Lauderdale

(City)

Florida 33301

(State)

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT

Barry J. Booth

(954) 523-2470

(Area Code — Telephone No.)

## B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*

Baum &amp; Company, P.A.

(Name — if individual, state last, first, middle name)

1515 University Drive, Suite 209, Coral Springs, FL 33071

(Address)

(City)

(State)

(Zip Code)

## CHECK ONE:

- ☒
- Certified Public Accountant
- 
- ☐
- Public Accountant
- 
- ☐
- Accountant not resident in United States or any of its possessions.

PROCESSED

MAR 20 2002

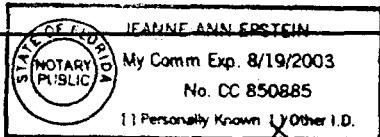
FOR OFFICIAL USE ONLY

THOMSON  
FINANCIAL

\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See section 240.17a-5(e)(2).

## OATH OR AFFIRMATION

I, Barry J. Booth, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of 247Market.com, Inc., as of December 31, 2001, 19    , are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:



*FL Drivers Lic*

*Barry J. Booth*  
Signature  
CFO  
Title

*Jeanne Ann Epstein* 7/28/02  
Notary Public

This report\*\* contains (check all applicable boxes):

- ☒ (a) Facing page.
- ☒ (b) Statement of Financial Condition.
- ☒ (c) Statement of Income (Loss).
- ☒ (d) Statement of Changes in Financial Condition.
- ☒ (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietor's Capital.
- ☐ (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- ☒ (g) Computation of Net Capital
- ☐ (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- ☐ (i) Information Relating to the Possession or control Requirements Under Rule 15c3-3.
- ☒ (j) A Reconciliation, including appropriate explanation, of the Computation of Net Capital Under Rule 15c3-1 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- ☒ (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- ☒ (l) An Oath or Affirmation.
- ☐ (m) A copy of the SIPC Supplemental Report.
- ☐ (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

\*\*For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

**247MARKET.COM, INC.**  
**FINANCIAL STATEMENTS**  
**DECEMBER 31, 2001**

**247MARKET.COM, INC.**  
**FINANCIAL STATEMENTS**  
**DECEMBER 31, 2001**

**TABLE OF CONTENTS**

	<u>Page</u>
Independent Auditor's Report	1
Financial Statements	
Balance sheet	2
Statement of income	3
Statement of cash flows	4
Statement of changes in stockholders' equity	5
Notes to financial statements	6-7
Computation of Net Capital for Brokers and Dealers Pursuant to Rule 15c3-1	8
Auditor's report on internal control	9-10

***BAUM & COMPANY, P.A.***  
***Certified Public Accountants***  
***1515 University Drive - Suite 209***  
***Coral Springs, Florida 33071***  
***(954) 752-1712***

**INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors of  
247Market.Com, Inc.  
Fort Lauderdale, Florida

We have audited the accompanying balance sheet of 247Market.Com, Inc. as of December 31, 2001, and the related statements of operations, stockholders' equity and cash flows for the year then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly in all the financial position of 247Market.Com, Inc. as of December 31, 2001 and the results of its operations and its cash flows for the year then ended in conformity with generally accepted accounting principles.

Our examination was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The information contained in Schedule I is presented for purposes of additional analysis and is not a required part of the basic financial statements but is supplementary information required by rule 17a-5 of the Securities and Exchange Commission. Such information has been subjected to the auditing procedures applied in the examination of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Coral Springs, Florida  
February 23, 2002

*BAUM & COMPANY, P.A.*

**247MARKET.COM, INC.**  
**BALANCE SHEET**  
**DECEMBER 31, 2001**

**ASSETS**

Current Assets	
Cash in bank	<u>\$ 121,853</u>
Total assets	<u>\$ 121,853</u>

**LIABILITIES AND STOCKHOLDERS' EQUITY**

Current Liabilities	
Loan payable - stockholders	<u>\$ 6,870</u>
Stockholders' Equity	
Common stock, no par value; 1,500 shares authorized, issued and outstanding	175,000
Accumulated deficit	<u>(60,017)</u>
Total stockholders' equity	<u>114,983</u>
Total liabilities and stockholders' equity	<u>\$ 121,853</u>

See Accountant's Report and notes to financial statements.

**247MARKET.COM, INC.**  
**STATEMENT OF OPERATIONS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

Revenues	\$ 3,600
Operating expenses	<u>3,993</u>
Net income (loss) before other income	( 393)
Other income	
Interest income	<u>3,536</u>
Net income	<u><u>\$ 3,143</u></u>

See Accountant's Report and notes to financial statements.

**247MARKET.COM, INC.**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

Cash flows from operating activities:

Net income	\$ 3,143
Adjustments to reconcile net income to net cash used for operating activities:	
Changes in operating assets and liabilities	<u>-</u>
Net cash (used) for operating activities	<u>3,143</u>
Net increase in cash	3,143
Cash - beginning of year	<u>118,710</u>
Cash - end of year	<u>\$ 121,853</u>

See Accountant's Report and notes to financial statements.



**247MARKET.COM, INC.**  
**STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

	<u>Shares</u>	<u>Common Stock Amount</u>	<u>Additional Paid-In- Capital</u>	<u>Accumulated Deficit</u>
Balance - December 31, 2000	1,500	175,000	- 0 -	\$(63,160)
Net income	- 0 -	- 0 -	- 0 -	3,143
Additional capital	<u>- 0 -</u>	<u>- 0 -</u>	<u>- 0 -</u>	<u>- 0 -</u>
Balance - December 31, 2001	<u><u>1,500</u></u>	<u><u>\$ 175,000</u></u>	<u><u>\$ - 0 -</u></u>	<u><u>\$(60,017)</u></u>

See Accountant's Report and notes to the financial statements.

**247MARKET.COM, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2001**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Nature of business**

247Market.Com, Inc. was incorporated April 23, 1999 under the laws of the State of Florida. The Company is registered as a broker-dealer with the National Association of Securities Dealers, Inc. and the Securities and Exchange Commission. The Company is a wholly-owned subsidiary of B-4 Investments, Inc.

**Basis of accounting**

The Company's policy is to prepare its financial statements using the accrual basis of accounting in accordance with generally accepted accounting principles.

**Organization costs**

The Company has incurred various expenditures in the formation of its corporate and organizational structure. In accordance with SOP 98-5 these costs will be expensed as incurred.

**Income Taxes**

The Company will be treated as an "C" corporation under the Internal Revenue Code. No provision for income taxes has been made in the financial statements due to the prior year's net operating loss that has offset the current year's net income. The Company may elect to file its income taxes as part of a consolidated group with its parent company B-4 Investments, Inc. Due to the uncertainty of future operating profits, no adjustment will be reflected under FASB 109 for tax benefits attributed to its net operating loss.

**Management Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at December 31, 2001 and revenues and expenses for the year then ended. The actual outcome of the estimates could differ from the estimates made in the preparation of the financial statements.

**NOTE 2 - LOAN PAYABLE - STOCKHOLDER**

A stockholder has advanced funds to the Company. There is no formal agreement as to repayment of these funds.

**247MARKET.COM, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2001**

**NOTE 3 - SECURITIES AND EXCHANGE REQUIREMENTS**

The statement of changes in liabilities subordinated to claims of general creditors has been omitted as the Company has no such liabilities.

**NOTE 4 - COMPUTATION FOR DETERMINATION OF RESERVE REQUIREMENTS FOR BROKERS AND DEALERS PURSUANT TO RULE 15c3-3**

The Company is exempt from the provisions of Rule 15c3-3 under the Securities Exchange Act of 1934, in that the Company's activities are limited to those set forth in the conditions for exemption appearing in paragraph (k) of that Rule.

**247MARKET.COM, INC.**  
**COMPUTATION OF NET CAPITAL FOR BROKERS AND**  
**DEALERS PURSUANT TO RULE 15c3-1**  
**DECEMBER 31, 2001**

Computation of Net Capital

Total stockholders' equity	\$ 114,983
Deductions and/or charges:	
Non-allowable assets	- 0 -
Haircuts on securities	<u>2,418</u>
Net capital	112,565

Computation of Basic Net Capital Requirement:

Minimum net capital requirement	<u>50,000</u>
Excess net capital (based on minimum capital of \$50,000)	<u>\$ 62,565</u>

Reconciliation with Company's Computation  
(included in Part II of Form X-17A-5 as of  
December 31, 1996)

Net capital, as reported in Company's Part II (Unaudited) FOCUS Report	62,565
Net capital per above	<u>62,565</u>
Net difference	<u>\$ - 0 -</u>

***BAUM & COMPANY, P.A.***  
**Certified Public Accountants**  
**1515 University Drive - Suite 209**  
**Coral Springs, Florida 33071**  
**(954) 752-1712**

February 23, 2002

247Market.Com, Inc.  
Fort Lauderdale, Florida

In planning and performing our audit of the financial statements of 247Market.Com, Inc. for the year ended December 31, 2001 on which we issued our report dated February 23, 2002, we considered its internal control structure, including procedures for safeguarding securities, in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

Also, as required by rule 17a-5(g)(1) under the Securities Exchange Act of 1934, we have made a study of the practices and procedures (including tests of compliance with such practices and procedures) followed by Indianapolis Securities, Inc. that we considered relevant to the objectives stated in Rule 17a-5(g) in making the periodic computations of aggregated indebtedness and net capital under Rule 17a-3(a)(11) and for determining compliance with exemption provisions of Rule 15c3-3. We did not review the practices and procedures followed by the Company in making the quarterly securities examinations, counts, verifications and comparisons, and the recondition of differences required by Rule 17a-13, or in complying with the requirements for prompt payment for securities under Section 8 of Regulation T of the Board of Governors of the Federal Reserve System, because the Company does not carry security accounts for customers or perform custodial functions relating to customer securities.

The management of 247Market.Com, Inc. is responsible for establishing and maintaining an internal control structure and the practices and procedures referred to in the preceding paragraph. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures and of the practices and procedures referred to in the preceding paragraph and to assess whether those practices and procedures can be expected to achieve the Securities and Exchange Commission's (the "Commission") above-mentioned objectives. Two of the objectives of an internal control structure and the practices and procedures are to provide management with reasonable, but not absolute, assurance that assets for which Indianapolis Securities, Inc. has responsibility are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit preparation of financial statements in conformity with generally accepted accounting principles. Rule 17a-5(g) lists additional objectives of the practices and procedures listed in the preceding paragraph.

Because of inherent limitations in any internal control structure of the practices and procedures referred to above, errors or irregularities may occur and not be detected. Also, projection of any evaluation of them to future periods is subject to the risk that they may become inadequate because of changes in conditions or that the effectiveness of their design and operation may deteriorate.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. However, we noted no matters involving the internal control structure, including procedures for safeguarding securities, that we consider to be material weaknesses as defined above.

We understand that practices and procedures that accomplish the objectives referred to in the second paragraph of this report are considered by the Commission to be adequate for its purposes in accordance with Securities Exchange Act of 1934 and related regulations, and that practices and procedures that do not accomplish such objectives in all material respects indicate a material inadequacy for such purposes. Based on this understanding and on our study, we believe that Indianapolis Securities, Inc.'s practices and procedures were adequate at December 31, 2001 to meet the Commission's objectives.

This report is intended solely for the use of the Board of Directors, management, the Securities and Exchange Commission, the National Association of Securities Dealers, Inc. and applicable self-regulatory agencies that rely on Rule 17a-5(g) under the Securities Exchange Act of 1934 in their regulation of registered brokers and dealers, and should not be used for any other purpose.

Coral Springs, Florida  
February 23, 2002

BANK + COMPANY, PA